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HOUSE BILL 904

47TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2005

INTRODUCED BY

Joseph Cervantes

AN ACT

RELATING TO TAXATION; PROVIDING A CREDIT FOR THE STATE PORTION OF GROSS RECEIPTS TAX FOR HOSPITALS LICENSED BY THE DEPARTMENT OF HEALTH.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. A new section of the Gross Receipts and Compensating Tax Act is enacted to read:

"[NEW MATERIAL] CREDIT--GROSS RECEIPTS TAX--RECEIPTS OF CERTAIN HOSPITALS.--A hospital licensed by the department of health may claim a credit for each reporting period against the gross receipts tax due for that reporting period as follows:

A. for a hospital located in a municipality and for a reporting period occurring:

(1) on or after July 1, 2005 and during the 2005 calendar year, in an amount equal to one and two hundred

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1 fifty-eight thousandths percent of the hospital's taxable gross
2 receipts from providing commercial contract or medicare part C
3 services for that reporting period after the deduction pursuant
4 to Section 7-9-73.1 NMSA 1978 has been taken;

5 (2) during the 2006 calendar year, in an
6 amount equal to two and five hundred sixteen thousandths
7 percent of the hospital's taxable gross receipts from providing
8 commercial contract or medicare part C services for that
9 reporting period after the deduction pursuant to Section
10 7-9-73.1 NMSA 1978 has been taken; and

11 (3) during the 2007 calendar year or during a
12 subsequent calendar year, in an amount equal to three and seven
13 hundred seventy-five thousandths percent of the hospital's
14 taxable gross receipts from providing commercial contract or
15 medicare part C services for that reporting period after the
16 deduction pursuant to Section 7-9-73.1 NMSA 1978 has been
17 taken; and

18 B. for a hospital located in the unincorporated
19 area of a county and for a reporting period occurring:

20 (1) on or after July 1, 2005 and during the
21 2005 calendar year, in an amount equal to one and sixty-seven
22 hundredths percent of the hospital's taxable gross receipts
23 from providing commercial contract or medicare part C services
24 for that reporting period after the deduction pursuant to
25 Section 7-9-73.1 NMSA 1978 has been taken;

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1 (2) during the 2006 calendar year, in an
2 amount equal to three and thirty-four hundredths percent of the
3 hospital's taxable gross receipts from providing commercial
4 contract or medicare part C services for that reporting period
5 after the deduction pursuant to Section 7-9-73.1 NMSA 1978 has
6 been taken; and

7 (3) during the 2007 calendar year or during a
8 subsequent calendar year, in an amount equal to five percent of
9 the hospital's taxable gross receipts from providing commercial
10 contract or medicare part C services for that reporting period
11 after the deduction pursuant to Section 7-9-73.1 NMSA 1978 has
12 been taken."

13 Section 2. APPLICABILITY.--The provisions of this act
14 apply to reporting periods beginning on or after July 1, 2005.